



Performance Summary

as of quarter ending September 29, 2023

Our portfolio managers and analysts oversee an array of ten funds designed to accommodate a wide variety of goals, from conservative income to aggressive growth. The Funds' most recent quarterly performance is below.

Total Returns and Money Market Fund Yield

| | AGGREGATE YTD | AVERAGE ANNUAL | | | | SINCE FUND'S INCEPTION |
|---|------------------|----------------|-------|-------|-------|---------------------------|
| | | 1 YR | 3 YR | 5 YR | 10 YR | |
| MONEY MARKET FUND | | | | | | |
| Daily Income Fund | 3.31% | 4.11% | 1.50% | 1.30% | 0.74% | 2.23% |
| 7-Day Effective Yield (as of 09/29/2023): 4.83% | | | | | | |
| BOND FUNDS | | | | | | |
| Short-Term Gov. Securities Fund | 1.40 | 2.06 | -1.74 | 0.55 | 0.58 | 2.61 |
| ICE BofA 1-5 Year U.S. Treasury Index | 1.17 | 2.13 | -1.76 | 0.93 | 0.83 | 3.31 |
| Short-Term Bond Fund | 1.92 | 3.03 | -1.42 | 0.92 | 1.15 | 3.70 |
| ICE BofA 1-5 Year Corp./Gov. Index | 1.50 | 2.73 | -1.56 | 1.17 | 1.14 | 3.89 |
| Intermediate Bond Fund ¹ | -0.32 | 1.05 | -4.66 | N/A | N/A | -0.65 |
| Bloomberg U.S. Aggregate Index | -1.21 | 0.64 | -5.21 | 0.10 | 1.13 | -0.91 |
| BALANCED FUND | | | | | | |
| Rural America Growth & Income Fund ² | -0.51 | 3.78 | N/A | N/A | N/A | -4.57 |
| Blended Index | 7.68 | 13.09 | N/A | N/A | N/A | -0.53 |
| EQUITY FUNDS | | | | | | |
| Stock Index Fund | 12.70 | 21.06 | 9.63 | 9.35 | 11.33 | 6.35 |
| Standard & Poor's 500 Index | 13.07 | 21.62 | 10.15 | 9.92 | 11.91 | 7.13 |
| Value Fund | 2.02 | 17.82 | 11.44 | 7.70 | 10.23 | 10.00 |
| Russell 1000 Value Index | 1.79 | 14.44 | 11.05 | 6.23 | 8.45 | 9.40 |
| Growth Fund | 29.04 | 29.76 | 4.09 | 9.28 | 13.34 | 5.80 |
| Russell 1000 Growth Index | 24.98 | 27.72 | 7.97 | 12.42 | 14.48 | 7.53 |
| International Equity Fund | 2.59 | 19.02 | 1.76 | 3.38 | 4.24 | 3.90 |
| MSCI EAFE Index | 7.08 | 25.65 | 5.75 | 3.24 | 3.82 | 4.55 |
| Small-Company Stock Fund | 3.41 | 13.62 | 8.21 | 3.16 | 5.44 | 7.99 |
| Russell 2000 Index | 2.54 | 8.93 | 7.16 | 2.40 | 6.65 | 6.84 |

¹The inception date of Intermediate Bond Fund is May 1, 2019.

²The inception date Rural America Growth & Income Fund is May 1, 2021.

The total returns shown above represent past performance which does not guarantee future results. Investment return and principal value of investment will fluctuate. An investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be higher or lower than the performance data quoted. For the Daily Income Fund, the yield quotation more closely reflects the current earnings of the fund than the total return quotation. For performance data current to the most recent month-end, call 800.258.3030 or visit homesteadfunds.com. The fund's total returns include interest, capital gains, dividends, and distributions.

As a money market fund, the Daily Income Fund has limited potential for income production. You could lose money by investing in the Fund. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it cannot guarantee it will do so. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund's sponsor has no legal obligation to provide financial support to the Fund, and you should not expect that the sponsor will provide financial support to the Fund at any time.

Investing in mutual funds involves risk, including the possible loss of principal. Past performance does not guarantee future results.

Investors should carefully consider fund objectives, risks, charges and expenses before investing. The prospectus contains this and other information about the funds and should be read carefully before investing. To obtain a prospectus, call 800.258.3030 or visit homesteadfunds.com.

Homestead Funds' investment advisor and/or administrator, Homestead Advisers Corp., and distributor, Homestead Financial Services Corp., are indirect wholly owned subsidiaries of NRECA. Homestead Financial Services Corp., Distributor. 10/23

Performance Summary

Fund Fees and Operating Expenses as of 12/31/22

| | TRANSACTION FEES | GROSS EXPENSE RATIO | NET EXPENSE RATIO | NET MEDIAN EXPENSE RATIO FOR PEER GROUP ¹ |
|--|------------------|---------------------|-------------------|--|
| Daily Income Fund | None | 0.59% | NA | 0.23% |
| Short-Term Government Securities Fund ² | None | 0.80 | 0.75 | 0.91 |
| Short-Term Bond Fund | None | 0.76 | NA | 0.75 |
| Intermediate Bond Fund ³ | None | 0.87 | 0.80 | 0.71 |
| Rural America Growth & Income Fund ⁴ | None | 2.85 | 1.00 | 0.72 |
| Stock Index Fund | None | 0.48 | NA | 0.45 |
| Value Fund | None | 0.62 | NA | 1.04 |
| Growth Fund | None | 0.83 | NA | 1.06 |
| International Equity Fund | None | 1.16 | NA | 1.27 |
| Small-Company Stock Fund | None | 1.05 | NA | 1.25 |

The gross expense ratio shows the percentage of fund assets deducted annually to cover operating costs. Fund expense ratios shown here do not include acquired fund fees and expenses. If applicable, these additional costs are disclosed in the prospectus. For some funds, the investment advisor has agreed voluntarily or contractually (for at least the current fiscal year) to waive or reimburse a portion of expenses. The net expense ratio is the gross expense ratio minus the portion of expenses waived or reimbursed. Please see the current prospectus for additional details.

¹The peer group ratio is according to Morningstar® Direct, based on each fund's Morningstar classification.

²Homestead Advisers has contractually agreed, through at least April 30, 2024, to limit the Fund's operating expenses to an amount not to exceed 0.75% of the Fund's average daily net assets. Operating expenses exclude interest; taxes; brokerage commissions; other expenditures that are capitalized in accordance with generally accepted accounting principles; other extraordinary expenses not incurred in the ordinary course of the Fund's business; and acquired fund fees and expenses such as the fees and expenses associated with an investment in (i) an investment company or (ii) any company that would be an investment company under Section 3(a) of the Investment Company Act of 1940, as amended (the "1940 Act"), but for the exceptions to that definition provided for in Sections 3(c)(1) and 3(c)(7) of the 1940 Act. This waiver agreement will terminate immediately upon termination of the Fund's Management Agreement and may be terminated by the Fund upon 60 days' notice.

³Homestead Advisers has contractually agreed, through at least April 30, 2024, to limit the Fund's operating expenses to an amount not to exceed 0.80% of the Fund's average daily net assets. Operating expenses exclude interest; taxes; brokerage commissions; other expenditures that are capitalized in accordance with generally accepted accounting principles; other extraordinary expenses not incurred in the ordinary course of the Fund's business; and acquired fund fees and expenses such as the fees and expenses associated with an investment in (i) an investment company or (ii) any company that would be an investment company under Section 3(a) of the Investment Company Act of 1940, as amended (the "1940 Act"), but for the exceptions to that definition provided for in Sections 3(c)(1) and 3(c)(7) of the 1940 Act. This waiver agreement will terminate immediately upon termination of the Fund's Management Agreement and may be terminated by the Fund upon 60 days' notice.

⁴Homestead Advisers has contractually agreed, through at least April 30, 2024, to limit the Fund's operating expenses to an amount not to exceed 1.00% of the Fund's average daily net assets. Operating expenses exclude interest; taxes; brokerage commissions; other expenditures that are capitalized in accordance with generally accepted accounting principles; other extraordinary expenses not incurred in the ordinary course of the Fund's business; and acquired fund fees and expenses such as the fees and expenses associated with an investment in (i) an investment company or (ii) any company that would be an investment company under Section 3(a) of the Investment Company Act of 1940, as amended (the "1940 Act"), but for the exceptions to that definition provided for in Sections 3(c)(1) and 3(c)(7) of the 1940 Act. This waiver agreement will terminate immediately upon termination of the Fund's Management Agreement and may be terminated by the Fund upon 60 days' notice.

The ICE BofA 1-5 Year U.S. Treasury Index measures the performance of short-term U.S. Treasury Securities. The ICE BofA 1-5 Year Corp./Govt. Index measures the performance of U.S. government and investment-grade corporate debt. Bloomberg U.S. Aggregate Index is a broad-based flagship benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market. The Blended Index is composed of the Russell 3000 Index and the Bloomberg Intermediate U.S. Government/Credit Bond Index in a static 60/40 allocation. The Russell 3000 Index is a market capitalization-weighted benchmark index made up of the 3000 largest U.S. stocks, which represent about 98% of the U.S. equity market. The Bloomberg Intermediate U.S. Government/Credit Bond Index is a broad-based flagship benchmark that measures the non-securitized component of the U.S. Aggregate Index with less than 10 years to maturity. The Standard & Poor's 500 Index is a broad-based measure of U.S. stock market performance and includes 500 widely held common stocks. The Russell 1000 Value Index measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values. The Russell 1000 Growth Index measures the performance of the large-cap growth segment of the U.S. equity universe. The Russell 2000 Index is a subset of the Russell 3000 Index representing approximately 10% of the total market capitalization of that index. It includes approximately 2000 of the smallest securities based on a combination of their market cap and current index membership. The MSCI EAFE Index is an equity index which captures large and mid-cap representation across developed markets countries around the world, excluding the US and Canada. The Russell 2000 Index is a subset of the Russell 3000 Index and measures the performance of the 2,000 largest companies in the Russell 3000 Index. Indices are unmanaged and investors cannot invest directly in an index. Unless otherwise noted, performance of indices do not account for any fees, commissions or other expenses that would be incurred. Returns may or may not include reinvested dividends.

Performance Summary

As a money market fund, the Daily Income Fund has limited potential for income production. *You could lose money by investing in the Fund. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it cannot guarantee it will do so. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund's sponsor has no legal obligation to provide financial support to the Fund, and you should not expect that the sponsor will provide financial support to the Fund at any time.*

Debt securities are subject to interest rate risk, credit risk, extension risk, income risk, issuer risk and market risk. The value of U.S. Government securities can decrease due to changes in interest rates or changes to the financial condition or credit rating of the U.S. Government. Investments in asset-backed and mortgage-backed securities are also subject to prepayment risk as well as increased susceptibility to adverse economic developments. High-yield, lower-rated, securities involve greater risk than higher-rated securities.

Equity securities generally have greater price volatility than fixed-income securities. The market price of equity securities may go up or down, sometimes rapidly or unpredictably. Equity securities may decline in value due to factors affecting the issuer or equity securities markets generally.

Growth and value stocks are subject to the risk that returns on stocks within the style category will trail returns of stocks representing other styles or the market overall over any period of time and may shift in and out of favor with investors generally, sometimes rapidly, depending on changes in market, economic, and other factors. Growth stocks can be volatile, as these companies usually invest a high portion of earnings in their business and therefore may lack the dividends of value stocks that can cushion stock prices in a falling market. Also, earnings disappointments often lead to sharply falling prices because investors buy growth stocks in anticipation of superior earnings growth. Investments in value securities may be subject to risks that (1) the issuer's potential business prospects will not be realized; (2) their potential values will never be recognized by the market; and (3) their value was appropriately priced when acquired and they do not perform as anticipated.

The Stock Index Fund pursues its objective by investing substantially all of its assets in another pooled investment vehicle (a "master fund"). The ability of the Stock Index Fund to meet its investment objective is directly related to the ability of the master fund to meet its investment objective. Index funds may hold securities of companies that present risks that an investment adviser researching individual securities might otherwise seek to avoid and are subject to tracking error risk.

Securities of small and medium-sized companies tend to be riskier than those of larger companies. Compared to large companies, small and medium-sized companies may face greater business risks because they lack the management depth or experience, financial resources, product diversification or competitive strengths of larger companies, and they may be more adversely affected by poor economic conditions. There may be less publicly available information about smaller companies than larger companies. In addition, these companies may have been recently organized and may have little or no track record of success.

Diversification does not ensure a profit or protect against loss. It is a method used to help manage investment risk.

Foreign securities are subject to political, regulatory, and economic risks not present in domestic investments and may exhibit more extreme changes in value than securities of U.S. companies. Investing in emerging and frontier markets will be subject to greater political and economic instability, less developed securities markets, and other similar risks than in more developed markets.

Loans are subject to risks involving the enforceability of security interests and loan transactions, inadequate collateral, liabilities relating to collateral securing obligations, and the liquidity of the loans.

Performance information for the International Equity Fund (formerly the International Value Fund) reflects its investment as an actively managed fund subadvised by Mercator Asset Management from December 31, 2006 to September 14, 2015, as a passively managed portfolio directed by SSgA Funds Management, Inc. from September 15, 2015 to January 8, 2016 and, after a transition, as an actively managed fund subadvised by Harding Loevner LP from January 15, 2016 to period end.

For periods prior to December 5, 2008, the performance information for the Growth Fund (formerly the Nasdaq-100 Index Tracking StockSM Fund) reflects its previous investment strategy of matching, as closely as possible, before expenses, the performance of the Nasdaq-100 Index[®].